UNITED STATES DISTRICT COURT DISTRICT OF MINNESOTA

Vivorte, Inc.,

Case No. 24-cv-1040 (DWF/DLM)

Plaintiff,

v.

ORDER TO AMEND COMPLAINT TO ADEQUATELY PLEAD SUBJECT-MATTER JURISDICTION

Jagi Gill,

Defendant.

This matter is before the Court on Plaintiff Vivorte, Inc.'s ("Vivorte") complaint filed against Defendant Jagi Gill. (Doc. 1.) In its complaint, Vivorte alleges that "[t]his Court has subject-matter jurisdiction because there is complete diversity of citizenship and the amount in controversy exceeds \$75,000 exclusive of interest and costs. 28 U.S.C. \$ 1332(a)." (Id. ¶ 3.)

Subject-matter jurisdiction is a threshold requirement for federal-court litigation; without subject-matter jurisdiction, a federal court cannot hear a case. *See e.g.*, *Cath. Mut. Relief Soc'y of Am. v. Arrowood Indem. Co.*, 334 F. Supp. 3d 986, 992 (D. Minn. 2018) (citing *Sheehan v. Gustafson*, 967 F.2d 1214, 1215 (8th Cir. 1992)). Federal courts must inquire into subject-matter jurisdiction, even if no party has raised the issue. *Arbaugh v. Y&H Corp.*, 546 U.S. 500, 514 (2006) (citing *Ruhrgas AG v. Marathon Oil Co.*, U.S. 574, 583 (1999)); *Nyffeler Const.*, *Inc. v. Sec'y of Lab.*, 760 F.3d 837, 841 (8th Cir. 2014) (citing *Arbaugh*, 546 U.S. at 514); *Reece v. Bank of New York Mellon*, 760 F.3d 771, 777 (8th Cir.

2014). Adhering to this obligation, the Court considers the adequacy of the subject-matter jurisdiction pleading here.

Plaintiff asserts that this Court has subject-matter jurisdiction over this case based on 28 U.S.C. § 1332 (diversity of citizenship jurisdiction). (Doc. 1 ¶ 3.) Title 28 U.S.C. § 1332 states that "[t]he district courts shall have original jurisdiction of all civil actions where the matter in controversy exceeds the sum or value of \$75,000, exclusive of interest and costs, and is between . . . citizens of different States[.]" 28 U.S.C. § 1332(a)(1). A party asserting subject-matter jurisdiction based on diversity of citizenship must establish, with specificity in the pleadings, the citizenship of the parties. *Barclay Square Properties v. Midwest Fed. Sav. & Loan Ass'n of Minneapolis*, 893 F.2d 968, 969 (8th Cir. 1990).

Turning to the pleadings, Vivorte alleges that subject-matter jurisdiction is present based on diversity of citizenship between the parties because "Vivorte, Inc. is a Delaware corporation having its principal place of business [in] Kentucky" and "Jagi Gill is an individual resident of Minnesota." (Doc. 1 ¶¶ 1–2.) Such pleadings, however, cannot establish subject-matter jurisdiction based on diversity of citizenship.

For parties that are individual persons—such as Mr. Gill is here—being a "resident" is not the same as being a "citizen" of a state for federal diversity jurisdiction. *See Reece*, 760 F.3d at 778 ("Because of this ambiguity in the word 'resident'—as compared to 'citizen'...—we cannot satisfy ourselves that diversity jurisdiction is proper based solely on an allegation a party is (or was) a 'resident' of a particular state."). This makes sense because, as the Eighth Circuit explained, "one may be a resident of multiple states in

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addition to the state of citizenship." Id. Therefore, the Court finds that Plaintiff has not

adequately pleaded Mr. Gill's citizenship by alleging the state where he is a "resident."

Courts have the discretion to allow a party to amend a pleading when that party fails

to adequately establish the existence of diversity jurisdiction. See 28 U.S.C. § 1653

("Defective allegations of jurisdiction may be amended, upon terms in the trial or appellate

courts."); see also Nuevos Destinos, LLC v. Peck, 999 F.3d 641, 646 (8th Cir. 2021).

Therefore, this Court will use its discretion to allow Vivorte to amend its complaint to

adequately plead subject-matter jurisdiction. If Vivorte fails to do so, this Court will

recommend this case be dismissed for lack of subject-matter jurisdiction. Cath. Mut. Relief

Soc'y of Am., 334 F. Supp. 3d at 992.

Accordingly, based on all the files, records, and proceedings above, IT IS

ORDERED that:

1. Within **14 days** of the date of this Order, Plaintiff must file an amended

complaint that complies with the requirements of 28 U.S.C. § 1332; and

2. If Plaintiff fails to adequately plead subject matter jurisdiction, this Court

will recommend dismissal without prejudice.

Date: March 26, 2024

s/Douglas L. Micko

DOUGLAS L. MICKO

United States Magistrate Judge

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